NEC Briapproved Tol Release 2003/08/08: SIMPOP79R00890A000100090018-8 // SC THE OUTLOOK FOR COMPLETING RATIFICATION OF THE EDC TREATY

# A. Summary of the Present Situation

France

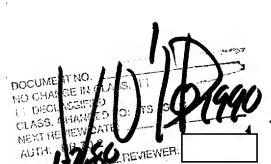
- The French situation, which looks
markedly better than four weeks ago,
continues to be the crux of the whole
problem.

I will return to this in a moment.

# West Germany

- Both houses of parliament ratified last spring.
- Constitutional Court now deliberating
  the legality of both Bonn and Paris
  treatics, but generally expected to
  follow the 8 September election returns.
- If not, Adenauer can probably muster a two-thirds majority for the necessary medifications of the constitution.
- Lower hourse ratified by two-thirds majority in July.
- Upper house may take its time, but its final approval is generally expected, possibly by the end of the year.
  - Both houses expected to make EDC the first order of business when they reconvene lower house on 6 October, upper house in November.

THU CERRETT SHOT



25X1

State Department review(s) completed.

DOCUMENT NO.

NO CHANGE IN CLASS.

11 DECLASSIFIED

OLACS, CHATCH

AUTHOR 133

Retherlands

IUB SECRET

Approved For Release 2003/08/08: CIA-RDP79R00890A000100090018-8

— Final approval not considered in doubt

and Belgian government believes this

may be attained in 1953.

## Luzembourg

- Approval expected to follow Belgium's

### Italy

- The one country where prospects now look actually worse than they did last spring, when De Gasperi promised to push the treaty through parliament this year.
- Several reasons for this decline in ratification prospects:
  - (1) De Gasperi's poor showing in the June elections was widely attributed to his previous close cooperation on US-sponsored policies.
  - a provisional one

25X6

(3) Trieste has become an even more burning issue with Italian public.

Pella told Ambassador Luce on 3
September that a favorable solution
was now a precondition for Italian
EDC ratification.

(4) And finally, similar public pressures are building up against fuffiler any measures risking war and against further

JUP SECRET

25X6

These pressures are already being manifested in a growing lack of cooperativeness in Italy's relation with us.

- Hence a date for EDC debate is not even being discussed at this time.
- But Italy seems to recognize that

  Ruropean integration is to its long term
  interest, economically and defense-wise;
  it is already a member of the Coal-Steel
  Community.
- Bence Italy not likely to be hold-out once the other participating countries have all ratified.

# B. To return to the more whit critical problem in France:

German elections of 6 Sep a turning point - The shift of French government policy in the second half of September was striking.

Before German elections, a black picture

- The Lamiel government wass committed to so schedule on EDC ratification
- Foreign Minister Bidault appeared under the influence of elements tending to retard rather than promote integration.
- The enemies of EDC were organizing an aggressive opposition

Approved For Release 2003/08/08: CIA-RDP79R00890A000100090018-8

- France and Germany seemed deadlocked
on the Saar.

Previous Mayer government had made a settlement a firm condition for French ratification of EDC

- Worst of all, the French public seemed
in a psychological rut on the subject of
EDC, apparently accepting the argument
that

Before they could bind themselves more closely to the Germans, the French must regain a position of strength

Hence Germany's growing mammageh

predominance made the French fret

over their financial and trade

difficulties, the drain of the

Indochina war, and the challenge to

their position in North Africa

In addition they saw a possibility of American defense economies making the US less reliable as a stabilizing force in Europe.

atmosphere after 6 Sept.

- On 9 September, Under Secretary of State
Maurice Schumann told Ambassador Dillon
with enthusiasm -

The elections had provided "a much needed

Short for reach public opinion," and Approved For Release 2003/08/08: Un-Ref 1990-890A000100090018-8

Approved For Release 2008/1008: CIA-RDP79R00890A000100090018-8
On 15 September Bidault assured

Dillon that, given a Saar settlement-He was now convinced France would ratify EDC before the end of the Eyear, and

He was "prepared to devote his full time to accomplishing this result"

#### - Dillon commented:

"This position by Bidault is a dramatic change of front. While he has always maintained his support for EDC, he has never before given a date for ratification."

- On 17 September Dillon noted that there was now

"keen competition between Laniel and Bidault as to who can do most to get EDC through."

- On 26 September, Laniel announced publicly that

He would ask Parliament mi ratify

EDC as soon as outstanding differences

with Germany were settled hat the

anticipated early meeting between

Bidault and Adenauer

French ratification now seems to depend on

- (1) An understanding on the Saar
  - (2) Satisfying the Socialist Party

on

A European Political Community with real supranational powers

### with EDC

- (3) Avoidance of a new cabinet crisis
- (4) Coping successfully with upsetting developments abroad,
  e.g., a failure of the Mavarre
  Plan in Indochina, unforeseen
  Soviet initiatives

(To take up these points one by one --)

- (1) Prospects for Sagr settlement
- Negotiations, which last spring reached agreement on the principle of "European-ising" the territory, are to be resumed in mid-October.
- Adenauer's electoral victory gives him greater leeway to make concessions on the chief remaining stumbling block--France's economic position in the Saar.

He is already publicly on record as realizing France cannot give this up entirely

(2) Problem of Insuring Socialist support Assembly votes to put EDC across there, but can count on only about 250 from the parties in the coalition.

Several ex-Gaullist cabinet members threatened in mid-September to resign

- Government therefore looks to the
Socialist party as the most promising
source of the needed additional votes
Believes that under proper conditions
it can swing about 80 of the 104
deputies of this party.

### - The Socialist demands are:

- (1) Close British "association" with EDC on which London now appears to have satisfied the Socialist party leader.
  - (2) That the proposed Political

    Community now under international
    discussion, be given "real" or
    supranational authority for controlling German power.
- Socialist position therefore now seems
  to depend on a considerable firming
  up of the instructions sent to the
  French delegation now negotiating
  in Rome

These instructions apparently cannot be clarified without a resolution of the struggle now dividing /theFrench cabinet on the whole question of France's policy on European integration.

(3) Avoidance of cabinot crisis

25X6A

- Overthrow of the Lamiel government would probably mean a prolonged and serious crisis.

Hext regime would need time to develop its own strategy on the treaty

- There are various indications that

  Lamiel will stay in power at least till

  mid-December, but he faces real threats

  from:
  - (1) The permistent budgetary difficulties
  - (2) Labor's hostility flaring up in the August strikes and still strong;

- Heaco EDC ratification will depend also on such developments abread as

TOP SECRET

Approved For Release 2003/08/08 : (14-REP79F068904006100060018-2 plan

(2) Further Soviet initiatives toward a dentente in the cold war

## In conclusion

- Even if all goes well in the Mational Assembly, there is one further factor which may delay French ratification until early 1954.

This is the upper house of Parliament which is highly conservative and includes many able critics of the treaty.

Under its prerogatives, it could held up ratification as long as two months.

Such a further delay might mean a crippling loss of the momentum imparted by the Adenauer victory in September